

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of

THE APPLICATION OF THE WOOD CREEK WATER)
DISTRICT OF LAUREL COUNTY, KENTUCKY, FOR)
(1) A CERTIFICATE OF PUBLIC CONVENIENCE)
AND NECESSITY, AUTHORIZING AND PERMITTING)
SAID WATER DISTRICT TO CONSTRUCT A WATER-)
WORKS CONSTRUCTION PROJECT, CONSISTING OF)
EXTENSIONS, ADDITIONS, AND IMPROVEMENTS) CASE NO. 8643
TO THE EXISTING WATERWORKS SYSTEM OF THE)
DISTRICT: (2) APPROVAL OF THE PROPOSED)
PLAN OF FINANCING OF SAID PROJECT: AND)
(3) APPROVAL OF THE INCREASED WATER RATES)
PROPOSED TO BE CHARGED BY THE DISTRICT TO)
CUSTOMERS OF THE DISTRICT)

O R D E R

IT IS ORDERED that Wood Creek Water District shall file an original and seven copies of the following information with the Commission by December 1 , 1982. If the information requested or a motion for an extension of time is not filed by the stated date, the Commission may dismiss the case without prejudice.

1) Concerning the "office service revenue" which Wood Creek derives from West Laurel Water Association, provide the following:

a) A list of all Wood Creek expense accounts affected by the provision of these office services and a description of the major items included in each account (e.g. telephone service, rent, electricty.)

b) The allocation basis and computations used to derive the total amount paid (\$45,273) to Wood Creek for office services in the test period. Include a justification for this allocation basis.

c) An explanation why Wood Creek pays certain expenses of West Laurel -billing services in particular- which are clearly known and quantifiable expenses of West Laurel.

d) Information regarding the method used by West Laurel to account for "office services" payments in its annual reports.

2) Provide the method for allocating post office expense for the test period, including a) the total post office expense charged to Wood Creek, and b) information regarding whether or not Wood Creek is charged for the postage expenses of Laurel County Water District #2 and East Laurel Water District, in addition to those of West Laurel Water Association.

3) Provide details concerning the investment which produced interest and dividend income of \$33,816 for the test period, including whether this income is expected to recur.

4) For the following purchases listed below, identify a) the item purchased and the reason for it; b) any purchase not made solely on behalf of Wood Creek, and list the other water companies benefited; and c) the accounting treatment for any item not expensed solely by Wood Creek.

<u>Seller</u>	<u>Invoice Date</u>	<u>Amount</u>
Richmond Manufacturing Co.	6-3-82	\$1,158.25
Wilson Equipment Co.	3-2-82	393.28
Wilson Equipment Co.	3-22-82	549.05
Reynolds Supply Co.	5-10-82	3,568.00
Mid-States Meter	10-27-81	1,714.00
Mid-States Meter	9-15-81	1,681.44
Ditch Witch Co.	9-1-81	147.00
Don Molden Pipe	9-8-81	115.85
Cathers Decorating Supplies	10-16-81	1,678.44
Cook Bros. Auto Parts	4-9-82	1,063.50

Done at Frankfort, Kentucky, this 12th day of November, 1982.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary